

FY06-11 PUBLIC SERVICES PROGRAM: FISCAL PLAN				MASS TRANSIT FUND			
FISCAL PROJECTIONS	FY05 ESTIMATE	FY06 REC	FY07 PROJECTION	FY08 PROJECTION	FY09 PROJECTION	FY10 PROJECTION	FY11 PROJECTION
<b>ASSUMPTIONS</b>							
Property Tax Rate: Real Property	0.044	0.046	0.042	0.036	0.032	0.029	0.025
Assessable Base: Real Property (000)	98,459,970	110,475,000	122,163,000	136,086,000	149,974,000	163,652,000	178,331,000
Property Tax Collection Factor: Real Property	98.3%	99.0%	99.0%	99.0%	99.0%	99.0%	99.0%
Property Tax Rate: Personal Property	0.110	0.115	0.105	0.090	0.080	0.073	0.063
Assessable Base: Personal Property (000)	3,901,040	3,899,060	3,998,000	4,099,000	4,203,000	4,309,000	4,418,000
Property Tax Collection Factor: Personal Property	96.8%	98.0%	98.0%	98.0%	98.0%	98.0%	98.0%
Indirect Cost Rate	14.32%	12.60%	12.60%	12.60%	12.60%	12.60%	12.60%
CPI (Fiscal Year)	2.8%	2.6%	2.6%	2.6%	2.5%	2.5%	2.6%
Investment Income Yield	2.2%	3.0%	3.8%	4.3%	4.7%	5.0%	5.3%
<b>BEGINNING FUND BALANCE</b>	<b>(242,530)</b>	<b>(3,261,700)</b>	<b>4,340,170</b>	<b>5,132,020</b>	<b>4,725,950</b>	<b>4,595,120</b>	<b>5,664,700</b>
<b>REVENUES</b>							
Taxes	46,739,740	54,704,560	54,909,320	52,116,370	50,806,910	50,046,030	46,842,950
Licenses & Permits	280,000	919,300	601,290	912,670	726,350	912,670	726,350
Charges For Services	14,251,170	15,041,180	15,513,440	16,094,650	16,621,110	17,006,990	17,417,520
Fines & Forfeitures	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Intergovernmental	25,202,350	25,133,850	23,425,560	24,032,640	24,631,560	25,245,450	25,899,840
Miscellaneous	131,270	70,000	170,000	190,000	200,000	210,000	220,000
<b>Subtotal Revenues</b>	<b>87,004,530</b>	<b>96,268,890</b>	<b>95,019,610</b>	<b>93,746,330</b>	<b>93,385,930</b>	<b>93,821,140</b>	<b>91,506,660</b>
<b>INTERFUND TRANSFERS (Net Non-CIP)</b>	<b>(2,155,260)</b>	<b>(2,669,700)</b>	<b>(2,648,750)</b>	<b>(2,446,320)</b>	<b>(2,034,270)</b>	<b>(1,740,170)</b>	<b>(1,413,480)</b>
<b>TOTAL RESOURCES</b>	<b>84,606,740</b>	<b>90,337,490</b>	<b>96,711,030</b>	<b>96,432,030</b>	<b>96,077,610</b>	<b>96,676,090</b>	<b>95,757,880</b>
<b>CIP CURRENT REVENUE APPROP.</b>	<b>(4,315,000)</b>	<b>2,465,000</b>	<b>(390,000)</b>	<b>(243,000)</b>	<b>(240,000)</b>	<b>(150,000)</b>	<b>(150,000)</b>
<b>PSP OPER. BUDGET APPROP/ EXP'S.</b>							
Operating Budget	(83,553,440)	(88,462,320)	(88,462,320)	(88,462,320)	(88,462,320)	(88,462,320)	(88,462,320)
Labor Agreement	n/a	0	(1,532,750)	(1,806,820)	(1,806,820)	(1,806,820)	(1,806,820)
Other annualizations and One-Time adjustments	n/a	n/a	202,780	202,780	202,780	202,780	202,780
Annualize FY06 Go Montgomery! bus service	n/a	n/a	(292,890)	(292,890)	(292,890)	(292,890)	(292,890)
Maryland Transit Administration Management Audit	n/a	n/a	0	0	(50,000)	0	0
Previous Master Lease Payment Changes	n/a	n/a	(1,103,830)	(1,103,830)	(833,240)	(502,140)	(43,500)
<b>Subtotal PSP Oper Budget Approp / Exp's</b>	<b>(83,553,440)</b>	<b>(88,462,320)</b>	<b>(91,189,010)</b>	<b>(91,463,080)</b>	<b>(91,242,490)</b>	<b>(90,861,390)</b>	<b>(90,402,750)</b>
<b>TOTAL USE OF RESOURCES</b>	<b>(87,868,440)</b>	<b>(85,997,320)</b>	<b>(91,579,010)</b>	<b>(91,706,080)</b>	<b>(91,482,490)</b>	<b>(91,011,390)</b>	<b>(90,552,750)</b>
<b>YEAR END FUND BALANCE</b>	<b>(3,261,700)</b>	<b>4,340,170</b>	<b>5,132,020</b>	<b>4,725,950</b>	<b>4,595,120</b>	<b>5,664,700</b>	<b>5,205,130</b>
<b>END-OF-YEAR RESERVES AS A PERCENT OF RESOURCES</b>	<b>-3.9%</b>	<b>4.8%</b>	<b>5.3%</b>	<b>4.9%</b>	<b>4.8%</b>	<b>5.9%</b>	<b>5.4%</b>

**Assumptions:**

1. The Mass Transit Fund tax rates are adjusted to maintain a fund balance of approximately 5 percent of resources. Prior to FY06, the fund balance target was 2.5 percent of resources. The target was revised for FY06 to address revenue volatility in the fund.
2. These projections are based on the Executive's Recommended Budget and include negotiated labor agreements, the operating costs of capital facilities, the fiscal impact of approved legislation or regulations, and other programmatic commitments. They do not include inflation or unapproved service improvements. The projected future expenditures, revenues, and fund balance may vary based on changes to fee or tax rates, usage, inflation, future labor agreements, and other factors not assumed here.
3. The labor contract with the Municipal and County Government Employees Organization, Local 1994, expires at the end of FY07.
4. The County Executive's recommended budget maintains current Ride On bus service, annualizes new bus service launched in FY05, and begins new bus service related to the purchase of four additional buses in FY05.
5. This budget reflects a base Ride On fare of \$1.25 (same as FY05). Bus passes will also remain at FY05 levels: \$3.00 for an all-day pass, \$18 for a 20-Trip Ticket, and \$10 for a Ride-About Two Week Pass.
6. A total of 39 Ride On buses will be replaced in FY06. Buses to be purchased include 6 hybrid buses and 33 small diesel buses. The County Executive's recommended budget assumes that none of the buses purchased in FY06 will be financed.
7. The County Executive's recommended budget includes an expansion of the Call 'N Ride program to reflect increased program demand.
8. The cost of Taxicab Regulation is covered by taxicab licensing fee revenue. Revenues are higher in FY06, FY08 and FY10 because new licenses are issued every-other-year.
9. \$1,200,000 in State Aid for the purchase of CNG buses and \$1,168,500 in State Aid for Ride On bus service was not received in FY04. These funds are projected to be received in FY05.
10. \$2,300,000 in State Aid for Smartrip Card implementation was not received in FY04. These funds are projected to be received in FY06.
11. Master Lease Payments for Smartrip Card Fareboxes and 12 gas-fueled buses will end in FY09, for two CNG buses in FY10, for three CNG buses and five hybrid buses in FY11.